

BEFORE THE
POSTAL REGULATORY COMMISSION
WASHINGTON, D.C. 20268-0001

COMPETITIVE PRODUCT PRICES
FIRST-CLASS PACKAGE SERVICE CONTRACT 37
(MC2014-42)
NEGOTIATED SERVICE AGREEMENT

Docket No. CP2014-75

**NOTICE OF UNITED STATES POSTAL SERVICE OF
AMENDMENT TO FIRST-CLASS PACKAGE SERVICE CONTRACT 37,
WITH PORTIONS FILED UNDER SEAL
(September 8, 2016)**

The Postal Service hereby provides notice that prices under First-Class Package Service Contract 37, in the above-captioned proceeding, have changed as contemplated by the contract's terms. A redacted version of the amendment to First-Class Package Service Contract 37 is provided in Attachment A, and the unredacted amendment is being filed under seal. The amendment will become effective on September 11, 2016, or the day that the Commission completes its review of this filing, whichever is later.

The Postal Service is also filing supporting financial documentation and a certified statement as required by 39 C.F.R. § 3015.5. The certified statement required by 39 C.F.R. § 3015.5(c)(2) is provided in Attachment B. A redacted version of the supporting financial documentation is included with this filing as a separate Excel file. The Postal Service's original application for non-public treatment in this docket is hereby incorporated by reference for the protection of these materials.

Respectfully submitted,

UNITED STATES POSTAL SERVICE

By its attorneys:

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September 8, 2016

ATTACHMENT A

REDACTED AMENDMENT TO FIRST-CLASS PACKAGE SERVICE CONTRACT 37

[REDACTED]

AMENDMENT # 2

OF
SHIPPING SERVICES CONTRACT
BETWEEN
THE UNITED STATES POSTAL SERVICE
AND

[REDACTED]

REGARDING
FIRST-CLASS PACKAGE SERVICE

WHEREAS, this Amendment #2 of Shipping Services Contract (this "Second Amendment") amends the Shipping Services Contract, dated August 18, 2014, by and between the United States Postal Service ("the Postal Service") and [REDACTED] ("Customer"), regarding First-Class Package Service (as amended, the "Contract"). The Contract was reviewed by the Postal Regulatory Commission (the "Commission") in its Docket Nos. MC2014-42 and CP2014-75, as First-Class Package Service Contract 37, and became effective on September 11, 2014.

WHEREAS, pursuant to and in accordance with Section VII of the Contract, the Parties desire to amend the terms in Section I.E of the Contract and remove Section II of the Contract.

NOW, THEREFORE, the Parties agree that the Contract is hereby amended as detailed below. The existing Contract remains unchanged in all other respects. This Second Amendment shall become effective on September 11, 2016, or the day on which the Commission issues all necessary regulatory approval, whichever is later.

Section I.E of the Contract is hereby restated and replaced in its entirety with the following:

- E. Subject to Section I.F, the following prices in the Table below will apply to Customer's Contract Packages from the effective date of the Second Amendment (as defined therein), and will remain in effect for the remainder of the term of this Contract.

[REDACTED]

Section II of the Contract is hereby restated and replaced in its entirety with the following:

II. Intentionally Omitted.

IN WITNESS WHEREOF, the Parties hereto have caused this Second Amendment to be duly executed as of the later date below:

UNITED STATES POSTAL SERVICE

Signed by: DocuSigned by: Cliff Rucker

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Printed Name: Cliff Rucker

Title: VP sales

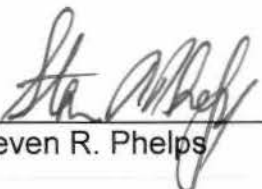
Date: September 2, 2016

ATTACHMENT B
SIGNED CERTIFICATION

**Certification of Prices for Amendment to
First-Class Package Service Contract 37**

I, Steven R. Phelps, Manager, Regulatory Reporting and Cost Analysis, Finance Department, am familiar with the prices and terms for the amendment to First-Class Package Service Contract 37. The amended prices and terms contained in this Contract were established by the Decision of the Governors of the United States Postal Service on the Establishment of Prices and Classifications for Domestic Competitive Agreements, Inbound International Competitive Agreements, and Other Non-Published Competitive Rates (Governors' Decision No. 11-6).

I hereby certify, based on the financial analysis provided herewith, that the amended prices are in compliance with 39 U.S.C § 3633 (a)(1), (2), and (3). They are expected to cover attributable costs. There should therefore be no subsidization of competitive products by market dominant products. The amended contract should not impair the ability of competitive products on the whole to cover an appropriate share of institutional costs.



Steven R. Phelps